## LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

## FISCAL IMPACT STATEMENT

**LS 7324 BILL NUMBER:** SB 216 **DATE PREPARED:** Mar 28, 2001 **BILL AMENDED:** Mar 27, 2001

SUBJECT: Select Joint Commission on Medicaid Oversight.

FISCAL ANALYST: Alan Gossard PHONE NUMBER: 233-3546

FUNDS AFFECTED:  $\underline{X}$  GENERAL IMPACT: State

DEDICATED FEDERAL

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		9,000	9,000
Net Increase (Decrease)		(9,000)	(9,000)

<u>Summary of Legislation:</u> (Amended) This bill requires the Office of Medicaid Policy and Planning (OMPP) and its payment claims contractor to accept certain claim forms. The bill prohibits OMPP and its payment claims contractor from mandating the use of a particular claim form.

This bill also establishes the Select Joint Commission on Medicaid Oversight. It provides for the appointment of Commission members and establishes meeting procedures. It also provides that the Commission operates under the policies of the Legislative Council, except that the Commission may meet at any time during the calendar year. The bill also provides that the Select Joint Commission on Medicaid Oversight expires December 31, 2003. (The introduced version of this bill was prepared by the Interim Study Committee on Medicaid Oversight.)

**Effective Date:** (Amended) January 1, 2001 (retroactive); July 1, 2001.

<u>Explanation of State Expenditures:</u> (Revised) This bill creates a 12-member Select Joint Commission on Medicaid Oversight. The purpose of the Commission is as follows: (1) determine whether the contractor for the Office of Medicaid Policy and Planning has properly performed the terms of the contract with the state;

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(2) study and propose legislative and administrative procedures that could help reduce the amount of time needed to process Medicaid claims and eliminate reimbursement backlogs, delays, and errors; (3) oversee the implementation of a case-mix reimbursement system for Indiana Medicaid certified nursing facilities; (4) and study and investigate any other matter related to Medicaid. The Commission is required to produce a final report and may meet at any time during the calendar year.

Legislative Council Resolution 00-2 allocates \$9,000 per interim for study committees or commissions of fewer than 16 members. The Legislative Services Agency will provide staff for the Commission. Appropriations for the Commission come from the state General Fund.

## **Explanation of State Revenues:**

**Explanation of Local Expenditures:** 

**Explanation of Local Revenues:** 

**State Agencies Affected:** Department of Family and Social Services, Legislative Services Agency.

**Local Agencies Affected:** 

**Information Sources:** 

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